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THE ARIZOND CORPORATION COMMISSION RECEIVED BEFORE THE

COMMISSIONERS

2009 APR -3 P 4: 01

KRISTIN K. MAYES, Chairman Z. CORP COMMISSION DOCKET CONTROL **GARY PIERCE** PAUL NEWMAN SANDRA D. KENNEDY **BOB STUMP**

Arizona Corporation Commission DOCKETED

APR -3 2009

DOCKETED BY

IN THE MATTER OF THE APPLICATION OF ARIZONA-AMERICAN WATER COMPANY, AN ARIZONA CORPORATION, FOR A DETERMINATION OF THE CURRENT FAIR VALUE OF ITS UTILITY PLANT AND PROPERTY AND FOR INCREASES IN ITS RATES AND CHARGES BASED THEREON FOR UTILITY SERVICE BY ITS PARADISE VALLEY DISTRICT

IN THE MATTER OF THE APPLICATION OF ARIZONA-AMERICAN WATER COMPANY, INC., AN ARIZONA CORPORATION, FOR APPROVAL OF AN AGREEMENT WITH THE PARADISE VALLEY COUNTRY CLUB

DOCKET NO. W-01303A-05-0405

DOCKET NO. W-01303A-05-0910

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ARIZONA-AMERICAN WATER COMPANY NOTICE OF FILING OF REVISED ACRM STEP-TWO TARIFF FOR ITS PARADISE VALLEY WATER DISTRICT

Decision No. 70560 of the Arizona Corporation Commission in the above-captioned matter provides, among other things, that Arizona-American Water Company is directed to file with the Commission an arsenic removal surcharge tariff consistent with the figures contained in Staff's revised ACRM Schedule GWB-1 filed on October 9, 2008 as approved by the Commission.

On November 3, 2008 the Company filed the original ACRM Step-Two tariff, and also filed a revised ACRM Step-Two tariff on November 12, 2008, at Staff's request, to reflect changes to pages 1a and 1b of the tariff. Now, the Company is filing a second revised ACRM Step-Two tariff with additional changes that include: clarifying references to SHEETS 1 and 1a, and SHEETS 1 and 1b under the Special Conditions sections of SHEETS 1a and 1b. respectively.

In addition to the ACRM Step-Two tariff, the Company is resubmitting a revised page 1 of the General Metered Service tariff which more clearly delineate the base charges associated with different customer classes. RESPECTFULLY SUBMITTED on April 3, 2009. Thomas Broderick, Director, Rates & Regulation Arizona-American Water Company 19820 N. 7th Street, Suite 201 Phoenix, Arizona 85024 (623) 445-2420 Thomas.Broderick@amwater.com Original and 15 copies filed on April 3, 2009, with: Docket Control Arizona Corporation Commission 1200 West Washington Phoenix, Arizona 85007 Copies of the foregoing delivered or mailed on April, 2009, to: Ernest Johnson, Director, Utilities Division Arizona Corporation Commission 1200 West Washington St. Phoenix, Arizona 85007 Gerald Becker Utilities Division Arizona Corporation Commission 1200 West Washington St. Phoenix, Arizona 85007 Hearing Division Arizona Corporation Commission 1200 West Washington St. Phoenix, Arizona 85007

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31 32 33	By: Courtney Appelhans
55	Courtincy Appenians

		14th Revised	SHEET NO.	1
Arizona-American Water Company	Cancelling	13th Revised	SHEET NO	<u>1</u>
(Name of Company)	Paradise Valley Water District			
	(Name of Service Area)			

GENERAL METERED SERVICE

APPLICABILITY

Applicable to all water furnished to general metered customers on a metered basis.

TERRITORY

Portions of the City of Scottsdale and the Town of Paradise Valley and vicinity, Maricopa County.

SCHEDULE OF CHARGES:

			Tier One		Tier Two		Tier Three	
Meter Size		Monthly Usage Charge	Commodity Rate (per 1,000 gallons)	Upper Limit (gallons)	Commodity Rate (per 1,000 gallons)	Second Tier Breakover (gallons)	Commodity Rate (per 1,000 gallons)	Third Tier Breakover
Residentia 5/8-inch	Meter	\$ 9.50	\$0.7600	25,000	\$1.6500	80,000	\$2.1800	Infinite
¾ inch	Meter	\$ 9.83	\$0.7600	25,000	\$1.6500	80,000	\$2.1800	Infinite
1-inch	Meter	\$ 15.85	\$0.7600	25,000	\$1.6500	80,000	\$2.1800	Infinite
1-1/2 -inch	Meter	\$ 32.00	\$0.7600	25,000	\$1.6500	80,000	\$2.1800	Infinite
2-inch	Meter	\$ 51.00	\$0.7600	25,000	\$1.6500	80,000	\$2.1800	Infinite
3-inch	Meter	\$ 94.50	\$0.7600	25,000	\$1.6500	80,000	\$2.1800	Infinite
4-inch	Meter	\$157.25	\$0.7600	25,000	\$1.6500	80,000	\$2.1800	Infinite
6-inch	Meter	\$315.00	\$0.7600	25,000	\$1.6500	80,000	\$2.1800	Infinite
Commercial 5/8-inch	Meter	\$ 9.50	\$1.2700	400,000	\$1.5600	Infinite	-	_
³¼-inch	Meter	\$ 9.83	\$1,2700	400,000	\$1.5600	Infinite	-	-
1-inch	Meter	\$ 15.85	\$1.2700	400,000	\$1.5600	Infinite	_	_
1-1/2-inch	Meter	\$ 32.00	\$1.2700	400,000	\$1.5600	Infinite	_	_
2-inch	Meter	\$ 51.00	\$1.2700	400,000	\$1.5600	Infinite	-	-
3-inch:	Meter	\$ 94.50	\$1.2700	400,000	\$1.5600	Infinite	-	_
4-inch:	Meter	\$157.25	\$1.2700	400,000	\$1.5600	Infinite	-	-
6-inch	Meter	\$315.00	\$1.2700	400,000	\$1.5600	Infinite		-
Turf 5/8-inch	Meter	\$ 9.50	\$1.0000	Infinite	-		-	
3/4 inch	Meter	\$ 9.83	\$1.0000	Infinite	-			-
1-inch	Meter	\$ 15.85	\$1.0000	Infinite	-	-	-	-
1-1/2 -inch	Meter	\$ 32.00	\$1.0000	Infinite	-	-	-	-
2-inch	Meter	\$ 51.00	\$1.0000	Infinite	_	-	-	-
3-inch	Meter	\$ 94.50	\$1.0000	Infinite	-	-	-	-
4-inch	Meter	\$157.25	\$1.0000	Infinite	_	-	-	-
6-inch	Meter	\$315.00	\$1.0000	Infinite	-	-	-	-
Gen & Resale 5/8-inch	Meter	\$ 9.50	\$1.4600	Infinite	-	-	-	-
¾ inch	Meter	\$ 9.83	\$1.4600	Infinite	-	-	-	-
1-inch	Meter	\$ 15.85	\$1.4600	Infinite	-	-	-	-
1-1/2 -inch	Meter	\$ 32.00	\$1.4600	Infinite	_	-	-	-
2-inch	Meter	\$ 51.00	\$1.4600	Infinite	_	-	-	-
3-inch	Meter	\$ 94.50	\$1.4600	Infinite	-		-	·
4-inch	Meter	\$157.25	\$1.4600	Infinite	-	-	-	-
6-inch	Meter	\$315.00	\$1.4600	Infinite	-	•		-
PV Country Club 6-inch	Meter	\$267.75	\$0.8500	Infinite	_	-	_	-

(continued)

ISSUED:	April 3, 2009	all, and	EFFECTIVE:	Oct. 17, 2008
	Month Day Year	Must & Nubburd for		Month Day Year
	ISSUED BY:	Thomas Broderick, Director, Rates &	_	
		Regulation		
		19820 N. 7 th St., Suite 201, Phoenix, Arizona		
		Decision No. <u>70560</u>		

		12th Revised	SHEET NO.	<u>1a</u>	
Arizona-American Water Company	Cancelling	11th Revised	SHEET NO	<u>1a</u>	1
(Name of Company)	Paradise Valley Water District				1
	(Name of Service Area)				7

GENERAL METERED SERVICE

(continued)

In addition to the Schedule of Charges, the Step 2 Arsenic Cost Recovery Charges will be added as follows (effective until October 16, 2009):

			Tier (One	Tier	Two	Tier T	hree
Meter Size		Monthly Usage Charge	Commodity Rate (per 1,000 gallons)	Upper Limit (gallons)	Commodity Rate (per 1,000 gallons)	Second Tier Breakover (gallons)	Commodity Rate (per 1,000 gallons)	Third Tier Breakover
Residential,								
Commercial, Turf, General & Resale:								
5/8-inch	Meter	\$ 17.19	\$0.5261	Infinite	_	_		_
¾ inch	Meter	\$ 17.78	\$0.5261	Infinite	-	-	-	-
1-inch	Meter	\$ 28.67	\$0.5261	Infinite	-	-	-	-
1-1/2 – inch	Meter	\$ 57.89	\$0.5261	Infinite	-	-	-	-
2-inch	Meter	\$ 92.26	\$0.5261	Infinite	-	-	-	-
3-inch	Meter	\$170.96	\$0.5261	Infinite	-	-	-	-
4-inch	Meter	\$284.49	\$0.5261	Infinite	-	-	-	-
6-inch	Meter	\$569.88	\$0.5261	Infinite		-	-	_
PV Country Club:								
6-inch	Meter	\$484.40	\$0.4472	Infinite	-	-	-	-

SPECIAL CONDITIONS:

- 1. This Step 2 Arsenic Cost Recovery surcharge (SHEET 1a) includes an O&M deferral that expires October 16, 2009. The Step 2 Arsenic surcharge that will result following the deferral's expiration is outlined in SHEET 1b.
- 2. Please refer to SHEETS 5 & 6 (High Block Usage Surcharge and Public Safety Fire Flow Surcharge respectively) which are added to the charges of SHEETs 1 and 1a.
- 3. Commercial customers are defined to be all non-residential general metered customers who do not fit into the definitions of Turf, Resale, or Paradise Valley Country Club customers.
- 4. Turf customers are defined as those customers who own or operate a turf-related facility, subject to a water allotment established by the Arizona Department of Water Resources.
- 5. Resale customers are defined as those customers who purchase water for distribution and sale to other persons.
- In addition to the collection of its regular rates and charges, the Company shall collect from its customers their proportionate share of any privilege, sales or use tax or other imposition or fee levied upon the utility service furnished by the Company.
- 7. A 1-1/2% late payment penalty charge will be applied to account balances not paid within 30 days after the postmark date of the bill.

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ISSUED:	April 3, 2009	04/11/11	EFFECTIVE:	Oct 17, 2008
	Month Day Year	Mend & Abukhan 6 100		Month Day Year
	ISSUED BY:	Thomas Broderick, Director, Rates &		
		Regulation		
		19820 N. 7 th St., Suite 201, Phoenix, Arizona		
		Decision No. <u>70560</u>		

Arizona-American Water Company		Original	SHEET NO	<u>1b</u>
(Name of Company)	Paradise Valley Water District			
	(Name of Service Area)			

GENERAL METERED SERVICE

(continued)

Below are the Step 2 Arsenic Cost Recovery Charges following the expiration of the O&M deferral on October 16, 2009:

			Tier (One	Tier Two		Tier Three	
Meter Size		Monthly Usage Charge	Commodity Rate (per 1,000 gallons)	Upper Limit (gallons)	Commodity Rate (per 1,000 gallons)	Second Tier Breakover (gallons)	Commodity Rate (per 1,000 gallons)	Third Tier Breakover
Residential, Commercial, Turf,								
General & Resale:								
5/8-inch	Meter	\$ 16.80	\$0.5140	Infinite	-	-	-	
3/4 inch	Meter	\$ 17.38	\$0.5140	Infinite	-	-	-	-
1-inch	Meter	\$ 28.02	\$0.5140	Infinite	-	_	-	-
1-1/2 – inch	Meter	\$ 56.58	\$0.5140	Infinite	-	-	-	-
2-inch	Meter	\$ 90.17	\$0.5140	Infinite	-	-	-	- '
3-inch	Meter	\$167.08	\$0.5140	Infinite	-	-	-	-
4-inch	Meter	\$278.04	\$0.5140	Infinite	-	-	-	_
6-inch	Meter	\$556.95	\$0.5140	Infinite	-	_	-	-
PV Country Club:								
6-inch	Meter	\$473.40	\$0.4369	Infinite	-	-	-	_

SPECIAL CONDITIONS:

- 1. This Step 2 Arsenic Cost Recovery surcharge (SHEET 1b) describes rates following the expiration of the O&M deferral on October 16, 2009.
- 2. Please refer to SHEETS 5 & 6 (High Block Usage Surcharge and Public Safety Fire Flow Surcharge respectively) which are added to the charges of SHEETs 1 and 1b.
- 3. Commercial customers are defined to be all non-residential general metered customers who do not fit into the definitions of Turf, Resale, or Paradise Valley Country Club customers.
- 4. Turf customers are defined as those customers who own or operate a turf-related facility, subject to a water allotment established by the Arizona Department of Water Resources.
- 5. Resale customers are defined as those customers who purchase water for distribution and sale to other persons.
- 6. In addition to the collection of its regular rates and charges, the Company shall collect from its customers their proportionate share of any privilege, sales or use tax or other imposition or fee levied upon the utility service furnished by the Company.
- 7. A 1-1/2% late payment penalty charge will be applied to account balances not paid within 30 days after the postmark date of the bill.

ISSUED:	April 3, 2009		EFFECTIVE:	Oct 17, 2008
	Month Day Year	Mary Hahberd for		Month Day Year
	ISSUED BY:	Thomas Broderick, Director, Rates &		
		Regulation		
		19820 N. 7 th St., Suite 201, Phoenix, Arizona		
		Decision No. <u>70560</u>		